GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:3180
ANSWERED ON:11.08.2000
ANDHYARUJINA COMMITTEE REPORT
JAI PRAKASH

Will the Minister of FINANCE be pleased to state:

(a) whether the Government have received the report of T.R. Andhyarujina constituted to suggest the amendments in Banking Law;

(b) if so. the salient features of the report;

(c) whether the Government have examined the suggestions of the Committee; and

(d) if so, the reaction of the Government thereto?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF (SHRI BALASAHEB VIKHE PATIL):

(a) Yes, Sir.

(b) The report includes proposals for amendment to the Recovery of Debts Due to Banksand Financial institutions Act, 1993, amendment of Section 28 of the Indian Contract Act,1872,a new legal framework for securitisation of debts and devising an appropriate framework for empowering banks and financial institutions to take recourse to securities without the intervention of Courts.

(c) and (d) The recommendations of the Committee constitute a valuable input into the on-going exercise by Government and Reserve Bank of India for reforms in he financial sector.